

ND STATE BONDING FUND

State Investment Board Balance Sheet As of 12/31/2003

	As of <u>12-31-03</u>	As of <u>6-30-03</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 1,212,250	\$ 1,547,048
INTERNATIONAL EQUITIES	416,163	526,414
DOMESTIC FIXED INCOME	1,912,514	2,521,469
INVESTED CASH (NOTE 1)	<u>370,039</u>	<u>513,351</u>
TOTAL INVESTMENTS	3,910,966	5,108,282
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	29,945	30,317
OTHER ASSETS		
DUE FROM OTHER AGENCIES (NOTE 2)	<u>352</u>	<u>89</u>
TOTAL ASSETS	<u>\$ 3,941,263</u>	<u>\$ 5,138,688</u>
LIABILITIES:		
ACCOUNTS PAYABLE	2,650	2,650
DUE TO OTHER AGENCIES (NOTE 3)	<u>0</u>	<u>0</u>
TOTAL LIABILITIES	2,650	2,650
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	5,136,038	4,781,300
CASH IN DURING YEAR (NOTE 4)	0	0
CASH OUT DURING YEAR (NOTE 5)	1,500,000	0
NET INCREASE (DECREASE)	<u>302,575</u>	<u>354,738</u>
NET ASSETS AVAILABLE END OF PERIOD	<u>3,938,613</u>	<u>5,136,038</u>
TOTAL LIABILITIES & NET ASSETS AVAILABLE	<u>\$ 3,941,263</u>	<u>\$ 5,138,688</u>

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State Investment Board Profit and Loss Statement For the Month Ended 12/31/2003

	Month Ended <u>12-31-03</u>	<u>Year-to-Date</u>
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 12,354	\$ 73,244
SECURITIES LENDING INCOME	458	3,136
	<u>12,812</u>	<u>76,380</u>
 GAIN ON SALE OF INVESTMENTS	 34,729	 181,637
LOSS ON SALE OF INVESTMENTS	<u>17,771</u>	<u>137,077</u>
 NET GAINS (LOSSES) INVESTMENTS	 16,958	 44,560
 INVESTMENT EXPENSES	 393	 5,129
SECURITIES LENDING EXPENSES	373	2,565
SIB ADMIN EXPENSES	<u>193</u>	<u>486</u>
 NET INVESTMENT INCOME	 28,811	 112,760
 NET APPREC (DEPREC) MARKET VALUE	 66,295	 189,747
MISCELLANEOUS INCOME/(EXPENSE)	<u>0</u>	<u>68</u>
 TOTAL INVESTMENT INCOME	 <u>95,106</u>	 <u>302,575</u>
 NET INCREASE (DECREASE)	 <u>\$ 95,106</u>	 <u>\$ 302,575</u>

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State Investment Board SUPPLEMENTARY INFORMATION As of 12/31/2003

	As of <u>12/31/03</u>
ASSETS:	
INVESTMENTS (AT COST)	
LARGE CAP EQUITY	667,720
SMALL CAP EQUITY	196,270
CONVERTIBLE BONDS	<u>335,293</u>
TOTAL DOMESTIC EQUITIES	1,199,283
INTERNATIONAL EQUITY	364,305
FIXED INCOME	1,792,258
INVESTED CASH (NOTE 1)	<u>370,039</u>
TOTAL INVESTMENTS (AT COST)	<u><u>\$3,725,885</u></u>

ND STATE BONDING FUND
Notes To Financial Statements
December 31, 2003

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Cash invested in a money market demand account at the Bank of North Dakota.

NOTE 2 **DUE FROM OTHER AGENCIES**

Amounts paid in anticipation of the allocation of administrative expenses of RIO.

NOTE 3 **DUE TO OTHER AGENCIES**

Amounts owed to RIO for administrative and direct costs charged.

NOTE 4 **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

NOTE 5 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.